

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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SMALL MINING OPERATIONS 2007 PROGRESS REPORT

January 1, 2007 to December 31, 2007

The information required in this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, and the rules as under the Utah Minerals Regulatory Program.

1. Mine Permit Number: 5230066
2. Mine Name: Milehigh 2
3. Name of Operator/Permittee: William Chirnside

Note: If Operator's address, company representative or phone number have changed, please provide a replacement page to the Notice of Intention.

4. Mine Location: Isab County, SW, S15, T12S, R11W
5. Report the gross amount of ore mined and waste moved, as well as the arrangement, positioning, or distribution of the material:

Gross Ore Mined 0 Tons, or 0 yd³

Waste Material Moved 0 Tons, or 0 yd³

New Disturbance 0 Acres during 2007

Area Reclaimed 0 Acres during 2007

Total Disturbed Area 60.1 Acres*

Was the ore shipped off site? If not, where is the ore located? A few small specimens were removed

Where is the waste located? next to Pink Pit and Piton knob

*Total life of mine disturbance to the end of 2007.

6. Briefly describe the reclamation work performed during the past year. A map showing reclaimed areas and dates is suggested. (Submit form MR-SITE for an application for full or partial bond/site release). In early March I made a trip to the claim, intending to reclaim part or all of the Pink Pit. On the next day after all the work was done snow and wind caused me to retreat to Delta. The next day I decided that the weather wouldn't allow me to accomplish anything in the rest of the week and I returned home. My wife had been diagnosed with an H1N1 flu which made it necessary to cancel the 2 weeks planned for the claim in April. She continued to have health problems which required my presence at home.

I hereby certify, under penalties of law, the information provided in this report is true and correct to the best of my knowledge and belief.

Name (Typed or Print): William Chirnside

Title of Operator: _____

Signature of Operator: William Chirnside

Date: Jan 30, 2008

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DIV. OF OIL, GAS & MINING

Douma was in Swedish Hospital July 2-5 with pneumonia, her gastro enterologist put her in Porter Hospital July 12 on recurrence of pneumonia, getting out on the 22nd. On July 29 ~~she~~ I took her to the Swedish ER, August 4 she was released with I.V. antibiotic that I administered and the pneumonia ended. She has been on oxygen 24/7 since May and since November has been exercising and improving to the extent that we are planning our usual two weeks on the claim in mid April when I plan to reclaim the Pink Pit and clean out the pit on the knob near the reclaimed discovery cut. I plan on continuing to sink the knob pit on a trip in October, keeping to the current footprint. I have been licensed by the BATFE as an explosives manufacturer, so I will make what is required for a given shot and will not maintain a box or magazine on the claim.